Year Three (October 1, 1984 - September 30, 1985)

Enrollment:

144,450 acute care members (71,948 AFDC & AFDC/MAO, 32,340 SSI & SSI/MAO, and 40,162 MN/MI).

Program:

- On May 10, 1985, the State Legislature passed a two-year extension of the AHCCCS program (SB 1226, Chapter 316, Laws of 1985). The bill also:
 - Added orthognathic surgery for children & podiatry as covered services effective October 1, 1985;
 - Modified reinsurance coverage to include certain outpatient services;
 - Clarified county residual responsibility for indigent care and county contributions for FY 86;
 - Required providers to submit claims within 9 months of date of service or face payment denial;
 - Required provider contract provisions to include maintaining deposits, bonds, financial reserves;
 - Provided immunity from civil liability or legal action for any person participating in review committee proceedings;
 - Clarified that third party payments which are collected and retained by the provider must be reflected in lower capitation rates paid to plans; and
 - Prohibited providers from billing members or referring unpaid accounts to collection or credit reporting agencies.
- 19 Health Plans served AHCCCS members.

Waivers:

In July 1985, HCFA approved a two-year extension of the program to September 30, 1987.

Financial:	<u>Source</u>	SFY Expenditures	<u>Percentage</u>
	Federal	\$66,772,402	26.0
	State	124,620,647	48.6
	Other	<u>65,271,255</u>	<u>25.4</u>
	TOTAL	\$256,664,304	100.0

Does not include DSH payments and appropriations made to other State agencies

Administration:

- To strengthen administrative monitoring and control, the Fraud and Abuse and TPL Units were created.
- Number of FTEs = 307